GOVERNMENT OF INDIA
POWER
LOK SABHA

UNSTARRED QUESTION NO:2083
ANSWERED ON:30.11.2007
MOBILIZATION OF FUNDS BY PFC
Rawale Shri Mohan

Will the Minister of POWER be pleased to state:

(a) whether the Power Finance Corporation (PFC) plans to launch a private equity fund in the overseas market to raise resources for the domestic power sector;

(b) if so, the details thereof;

(c) whether the Government is negotiating international financing agencies, viz. World Bank and the Asian Development Bank to get more funds for meting the 11th Plan power capacity addition target; and

(d) if so, the details thereof?

Answer

THE MINISTER OF POWER (SHRI SUSHILKUMAR SHINDE)

(a) to (d) : To expedite private investment through private equity and to promote private sector participation in the power sector, PFC has initiated a process to channelise equity funds from international investors for private power projects. PFC at present is not negotiating with World Bank and ADB with respect to the proposed private equity initiative.